

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2007

	August-07				July-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	Net	Net	Ended	Ended
		Actual	Policy								6/30/2007	6/30/2007
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	122,644	3.3%	3.4%	1.09%	118,475	3.2%	3.4%	-3.21%	-2.15%	21.84%	13.35%	N/A
Total Structured Growth	122,644	3.3%	3.4%	1.09%	118,475	3.2%	3.4%	-3.21%	-2.15%	21.84%	13.35%	10.94%
<i>Russell 1000 Growth</i>				1.59%				-1.55%	0.02%	19.04%	8.70%	9.28%
<i>Structured Value</i>												
LSV	121,004	3.3%	3.4%	1.43%	114,990	3.1%	3.4%	-4.84%	-3.48%	23.77%	19.00%	16.55%
<i>Russell 1000 Value</i>				1.12%				-4.62%	-3.56%	21.87%	15.93%	13.31%
<i>Russell 1000 Enhanced Index</i>												
LA Capital	245,597	6.7%	6.8%	0.90%	234,629	6.4%	6.8%	-3.86%	-2.99%	21.27%	13.46%	N/A
<i>Russell 1000</i>				1.36%				-3.09%	-1.77%	20.43%	12.34%	
<i>S&P 500 Enhanced Index</i>												
Westridge	272,332	7.4%	6.8%	1.53%	252,621	6.9%	6.8%	-1.62%	-0.11%	21.12%	11.98%	N/A
<i>S&P 500</i>				1.50%				-3.10%	-1.65%	20.59%	11.68%	
<i>Index</i>												
State Street	75,626			0.80%	72,283			-4.09%	-3.31%	21.82%	12.34%	11.08%
Total 130/30	75,626	2.0%	2.3%	0.80%	72,283	2.0%	2.3%	-4.09%	-3.31%	21.82%	12.34%	11.08%
<i>S&P 500</i>				1.50%				-3.10%	-1.65%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	837,201	22.7%	22.5%	1.20%	792,998	21.7%	22.5%	-3.22%	-2.06%	21.86%	13.76%	12.22%
<i>S&P 500</i>				1.50%				-3.10%	-1.65%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	139,824	3.8%	3.8%	0.30%	131,478	3.6%	3.8%	-6.33%	-6.04%	18.39%	13.70%	14.37%
<i>Russell 2000 + 200bp</i>				2.43%				-6.67%	-4.40%	18.76%	15.72%	16.16%
<i>Enhanced</i>												
Research Affiliates	135,506	3.7%	3.8%	0.87%	126,376	3.5%	3.8%	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000</i>				2.27%				-6.84%	-4.73%			
TOTAL SMALL CAP DOMESTIC EQUITY	275,330	7.5%	7.5%	0.58%	257,854	7.1%	7.5%	-6.33%	-5.78%	18.39%	13.70%	14.37%
<i>Russell 2000</i>				2.27%				-6.84%	-4.73%	16.44%	13.45%	13.88%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	720,364	19.5%	20.2%	0.57%	728,859	19.9%	20.2%	0.16%	0.74%	7.29%	4.44%	5.64%
<i>Lehman Aggregate</i>				1.23%				0.83%	2.07%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>												
Hyperion	198,090	5.4%	5.2%	-0.61%	205,961	5.6%	5.2%	0.09%	-0.52%	N/A	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				1.02%				1.09%	2.11%			
<i>Core Plus/Enhanced</i>												
Clifton Group	203,570	5.5%	5.2%	1.69%	203,873	5.6%	5.2%	1.64%	3.36%	5.52%	N/A	N/A
Prudential	197,657	5.4%	5.2%	0.95%	199,355	5.5%	5.2%	-0.29%	0.65%	N/A	N/A	N/A
Total Core Plus/Enhanced	401,227	10.9%	10.4%	1.32%	403,228	11.0%	10.4%	0.67%	2.01%	5.95%	N/A	N/A
<i>Lehman Aggregate</i>				1.23%				0.83%	2.07%	6.12%		
<i>Index</i>												
Bank of ND	360,386	9.8%	9.1%	1.32%	362,035	9.9%	9.1%	1.11%	2.45%	5.45%	2.92%	4.32%
<i>Lehman Gov/Credit (1)</i>				1.28%				1.00%	2.29%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	714,096	19.4%	20.2%	0.97%	719,429	19.7%	20.2%	-0.21%	0.76%	7.93%	4.86%	6.59%
<i>Lehman US Credit BAA</i>				1.06%				-0.06%	1.00%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	2,394,162	64.9%	65.0%	0.83%	2,419,511	66.2%	65.0%	0.27%	1.10%	7.11%	3.89%	5.04%
<i>Lehman Aggregate (2)</i>				1.23%				0.83%	2.07%	6.12%	4.13%	4.87%
CASH EQUIVALENTS												
Bank of ND	183,717	5.0%	5.0%	0.43%	185,829	5.1%	5.0%	0.44%	0.87%	5.36%	4.10%	3.00%
<i>90 Day T-Bill</i>				0.56%				0.39%	0.95%	5.21%	3.78%	2.76%
TOTAL RISK MANAGEMENT FUND	3,690,411	100.0%	100.0%	0.87%	3,656,191	100.0%	100.0%	-1.02%	-0.16%	11.20%	6.46%	7.26%
<i>POLICY TARGET BENCHMARK</i>				1.33%				-0.65%	0.67%	10.02%	6.27%	6.80%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.